

**IDENTIFY AND RANK THE REQUIRED CAPABILITIES
AND COMPETENCIES TO THE SUPPLY CHAIN IN THE
MAPNA BOILER COMPANY**

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Abstract

The purpose of this study is identifying the capabilities, effective competencies and sensitive points of supply chain of Mapna Boiler Company. In this research, at first, the concepts of supply chain are described, and the influenced factors on the supply chain and its effectiveness has been detected. This action is performed with using of questionnaires with 25 questions, which are distributed between the managers and experts in the logistics field of Company.

The research method is a descriptive survey, and based on statistical methods by using Student t test, chi-two and correlation of SPSS software, the data analysis is presented and finally effective factors are categorized by using of analytic hierarchy process and Expert Choice software.

The results of this research is showed that the integration factors of customer, internal consistency (integration), communicational integration, integration of the supplier of the services/products (materials), planning integration and technology and comparison integration as an effective capabilities toward supply chain of Mapna boiler company. Also, the integrity of the customer has the most impact on effectiveness on supply chain.

Keywords: purchasing, supply chain, supply chain management, supply chain competencies, logistics

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Introduction

Supply chain management is a new approach which has been supervised Operations Manager in recent years. The supply chain is a network of distribution centers that one of its duties is converting raw materials into final products and distributes them among the customers. Supply chain management is coordinated activities so that customers can obtain products with high quality and minimal cost. Supply chain management can provide a competitive advantage for the company. Supply chain management increase the company's desire to cooperation and competition (Faizabady, 1382:5).

Nowadays, will enter to the company unprecedented pressures such as the pressure from foreign products, introduction of new products by competitors, declining product life, unforeseen changes in relationships with customers, promotions in manufacturing and information technologies, privatization of public companies, recession economic and stakeholder pressure for return the investment. According to these pressures, the most important challenge that manufacturers are facing with them are such as, integration of upstream outsourcing functions and downstream transfer functions, until the managers can escape from the concerns of the present age (needs for improvement activities, increased globalization, increase in transportation costs, the importance of international trade, need for manage inventory, competitive pressures) and make the most preparations of the opportunities. The mean of the large-scale integration of functions, is creating a balance between the enterprise, while on a smaller-scale is meaning coordination between inward of departments such as marketing, production, purchasing, logistics (supporting) and... (Stadtler & Kilger, 2005). One of the most significant paradigm changes of modern business management is a competitive unit to the Company's supply chain (Jafarnejad et al, 1389).

Therefore, one of the most important issues that organizations are faced to them is supply chain management how efficiently and effectively is work. Recently, has been paid attention to supply chain management and supplier selection process in management context. In the 1990s, many factories were researching for a way of partnerships with suppliers to improve their management performance and competitiveness through it. These substances (ingredients) chain is shown in Figure 1. Relationships between supplier and consumer have been seriously considered in product companies. When long-term relationship between them existed, supply chain of company is a very serious and strong obstacle in the way of the competitors.

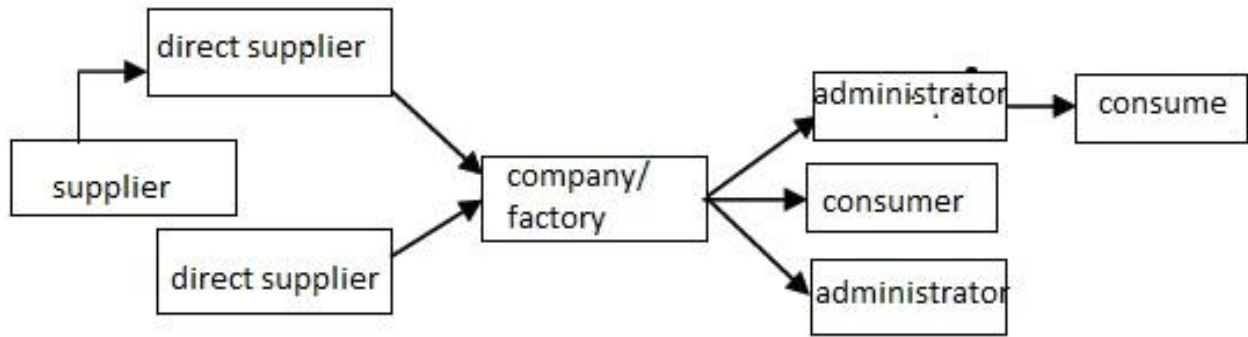


Figure 1. flow of goods and material throughout the supply chain (Source:)

The importance of supply chain management lies in the definition of supply chain. Stadler (2005) and Huobner (2007) define the supply chain, "Supply chain are organizations which are divided into upstream and downstream organization and with one product or service and through doing activities and various processes with following the creation of value is ended for the customer." The purpose of supply chain management is improving the efficiency of the supply chain process until the right product, on time and with minimal cost is given to the customer (Si & et al. 2007). Believing that supply chain management can lead to better meet customer and ultimately more profitable, has argued many managers with supply chain management (Ketchen & Giunipero, 2004).

Defy and Stank (2005) supply chain strategy as a concept that is found through the related abilities with the supply chain to gain competitive advantage. A proper supply chain strategy can influence more positively on supply chain performance. Design an appropriate strategy of supply chain is not possible except identifying capabilities and competencies that are influenced on the supply chain. So the question that arises here is that firstly, what are these capabilities and competencies that are influenced on the supply chain? And secondly, how much is their impact on the supply chain? Clear answers to these questions will help managers to invest and research in these capabilities, manage their supply chain companies and organizations. Therefore, in this study, the answer to the above questions, to evaluate the required capabilities and competencies for supply chain and logistics, and determine the importance of each of these capabilities. Logistics managers by identifying the competencies can be taken appropriate actions to increase the efficiency and effectiveness of supply chains. because of choosing (selecting) suitable set of suppliers for working with them in side of success of company is one of the most important and vital issue, in this research, we try to consider the effective capabilities and competencies supply chain of Mapna boiler company based on specified framework (which is told above). Mapna

boiler is engineering and manufacturing company, which was established in 1378, responsible for the development of the creation industry of gas powerhouse in the design field and manufacturing of boiler. The activity of this company in the field of design and creation of boiler is based on wide use of internal creating equipment capacities and suitable exploit management of manufacture powerhouse equipments under the pressure and out of pressure and also design and engineering in the field of design and creation of thermal recovery boiler.

Enhance of the company's position as a leading regional supplier of boiler, power and industrial projects, according to the importance of protecting the environment and commitment to continuous improvement and effectiveness of quality systems and also customer satisfaction are the strategic objectives of Mapna Boiler Company. The reason for selecting this subject and exercising (testing) it in the Mapna boiler Company is achieving the strategic goal of the company which All of them are possible in light of supply chain management.

1.1. Background research

- The first research in the basis of supplier selection was done by Dickson in 1966. In this study, a questionnaire was consisted of 23 criteria for 273 managers and purchasing agents from the U.S. and Canada has been sent and asked them specified criteria and rank them on a scale of zero to four (Dickson, 1996)
- Daniel Kern and colleagues (2012) had done a research into the risk analysis carried out in the supply chain in this research with identified the risks, the classification and then determine their impact (influence) on the supply chain, they was presented a model.
- Sadeghi Moghadam and et al (1385) by using of a genetic algorithm method are presented a model towards efficient allocation of orders in various levels of the supply chain according to the minimum expected cost.
- Makooy (1383) in a study was considering the various aspects of the supply chain behavioral tendencies. He eventually in this research has been divided the supply chain into 12 different sections, so that they will seem unrelated, but all of them are linked by an integrated issues.
- Jafarnejad and et al (1389) in the framework of the research project, have offered to provide a technique for measuring agility of supply chain. This technique is a combination of graph theory and matrix approach, fuzzy logic and conceptual structure modeling.

- Hossainyand et al(1389) by using of extensivefieldstudieshaveprovidedthe suitable frameworkforthe formulation ofsupply chainstrategies and then this designed framework as an operationinapetrochemical companywas implemented in form of case studyof organization.
- FathyHafashjanyand et al(1389) inthe context ofastructural model arestudied,howinfluence oftwo quality approaches of supply chainmanagementwithsome of themost importantsuccess factorsof quality management which these relationships aretaken toward and adjusted, into quality andbusinessperformance ofasupplychain.

2.1. Conceptual model of research

theconceptual modelisa conceptual pattern and it is based onthe theoreticalrelationships that havebeen identifiedin researchissue asan important factors. According to theresearchliteratureandpresented studies, effectivecapabilities andcompetenciesonsupply chainof MapnaboilerCompany are consisted of sixvariables(independent variables). The dependent variable inthisstudywillalsoMapna Boilersupply chain.

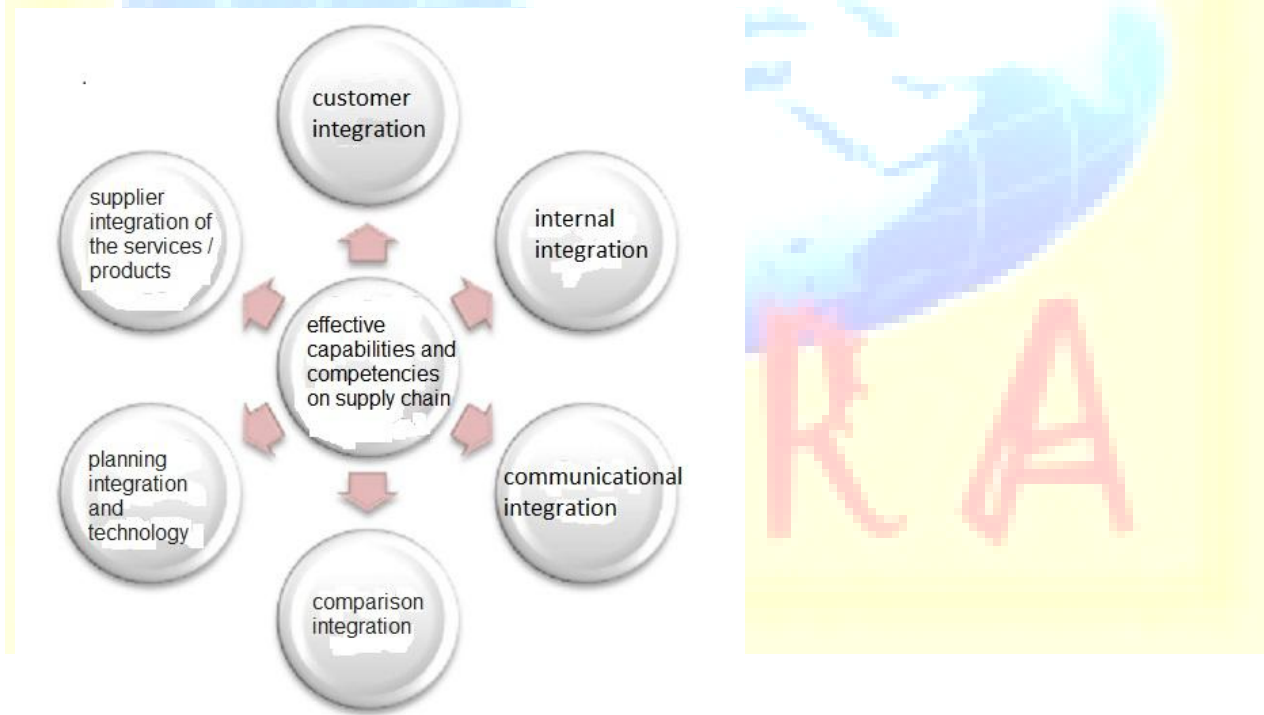


Figure 1Conceptual model(Source :)

Therefore,inthisresearch6 hypothesesare introduced as thefollowingandthey'relooking toprove or disprove them:

- There is a direct relationship between the integrity of the customer and the supply chain of MapnaBoiler Company.
- There is a direct relationship between the internal integration and supply chain of MapnaBoiler Company.
- There is a direct relationship between the supplier integration of the services/products and supply chain of MapnaBoiler Company.
- There is a direct relationship between the planning integration and technology and supply chain of MapnaBoiler Company.
- There is a direct relationship between the comparison integration and supply chain of MapnaBoiler Company.
- There is a direct relationship between the communicational integration and supply chain of MapnaBoiler Company.

3.1. Research Method

This study is a descriptive survey. It is descriptive because it describes and interprets perfectly everything and what are the circumstances or relationships, common beliefs, the current process, obvious results with developing processes are paying attention. (Bast, 1384:125), and survey because a survey research runs a kind of survey on a sample or the whole society, to define writings, thoughts, behaviors or characteristics of society (Danaifard and others, 1388:147). Data collections based on emergency of issue at first were used of the Library and then the questionnaires, interviews and observations in order to achieve the desired and good results. The population society of the survey is all managers and experts of this company which they are 52 numbers. Finally, according to Morgan's table, 35 people were selected to study and distribute the questionnaires.

TABLE.1 questionnaires Structure

Rank of questions	Number of questions	paragon	Row
1-4	4	Customer integration	1
5-9	5	Internal integration	2
10-13	4	integration of the services/products	3

14-17	4	planning integration and technology	4
18-21	4	Comparison integration	5
22-25	4	Communicational integration	6

Cronbach's alpha was used to assess the reliability. Cronbach's alpha coefficient of study was obtained 0.914, which is very convenient coefficient. Also, The Cronbach's alpha values were calculated for each hypothesis is as follows:

Cronbach's alpha	Number of questions
0.914	25

The Cronbach's alpha values were calculated for each hypothesis is as follows:

Table 2. Cronbach's Alpha of assumptions (hypothesis) (Source: Survey Results)

Cronbach's Alpha	Number of questions	hypothesis
0.705	4	First hypothesis
0.467	5	second hypothesis
0.689	4	third hypothesis
0.765	4	Fourth hypothesis

0.687	4	Fifth hypothesis
0.716	4	Sixth hypothesis

It is noteworthy that the alpha coefficient less than 60 percent are usually weak. The amplitude of 70 percent are acceptable and range of over 80 percent is considered good. And whatever ratio is close to one it is better value (Sakaran, 1381: 385).

2. Data Analysis

after collecting data for the survey, by using of SPSS software, were analyzed the research hypotheses. By using of the Student's t-test at the beginning of this study we investigated whether are the dependent variables of study (customer integration, internal integration, integration of the supplier of the services / products, planning integration and technology, comparison integration, communicational integration) as the effective capabilities and competence on supply chain of boiler Mapna Company? As below, all hypotheses are verified at 0.05 level of alpha.

1.2. Test there research hypotheses

Due to the large amount of computing and the operation on hypothesis, here, only the final results are presented.

We use Student t-test, chi-two and correlation tests with using of SPSS software to examine the hypothesis.

One sample Test Test Value = 3				Dependent variable	Independent variable	hypothesis
T	df	Sig(2-tailed)	Mean			
4.659	44	0.00	3.43	Supply chain	Customer integration	one
4.943	44	0.00	3.34	Supply chain	Internal integration	two
3.08	44	0.003	2.99	Supply chain	integration of the services/products	three
3.68	44	0.001	3.38	Supply	planning	four

				chain	integration and technology	
4.21	44	0.00	3.38	Supply chain	Comparison integration	five
3.20	44	0.002	3.35	Supply chain	Communication integration	six

Table9 Student-t-test (Source: Survey Results)

2.2. Correlations between hypotheses.

In this section, we examine the correlations between two variables, of six variables which are presented in the research process. All these variables are expressed that are known to influence on competencies of the supply chain of Mapna Boilers Company. All these correlations are significant at the level of 0.05 and 0.01 alphas.

Sixth hypothesis	fifth hypothesis	fourth hypothesis	third hypothesis	second hypothesis	first hypothesis		
0.589	0.684	0.641	0.457	0.580	1	Pearson's correlation coefficient	First hypothesis
0.000	0.000	0.000	0.002	0.000	45	significant amount numbers	
0.464	0.580	0.611	0.332	1	0.580	Pearson's correlation coefficient	Second hypothesis
0.001	0.000	0.000	0.026	0.000	45	significant amount numbers	
45	45	45	45	45	45		
0.327	0.391	0.536	1	0.332	0.457	Pearson's correlation coefficient	Third hypothesis
0.028	0.008	0.000	0.026	0.002	0.002	significant amount numbers	
45	45	45	45	45	45		
0.605	0.660	1	0.536	0.611	0.641	Pearson's correlation coefficient	Fourth hypothesis
0.000	0.000	0.000	0.000	0.000	0.000	significant amount numbers	
45	45	45	45	45	45		
0.685	1	0.660	0.391	0.580	0.684	Pearson's correlation coefficient	Fifth hypothesis

0.000 45	45	0.000 45	0.008 45	0.000 45	0.000 45	significant amount numbers	
1	0.685	0.605	0.327	0.464	0.589	Pearson's correlation coefficient	Sixth hypothesis
45	0.000 45	0.000 45	0.028 45	0.001 45	0.000 45	significant amount numbers	

Table 10. Correlation between the research hypotheses (Source: Survey Results)

As you can be seen in the table 10, the maximum linear correlation, between the fifth and sixth hypotheses are shown, it means comparison integrity variables and communicational integrity variables with rate of 0.685. First and fifth research hypotheses- the variables of customer integration and comparison integration with rate of 0.684 are in second place.

Chi-square Test			Dependent variable	Independent variable	hypothesis
Chi-square	Df	Asymp.sig			
112.523	4	0.00	Supply chain	Customer integration	one
141.313	4	0.00	Supply chain	Internal integration	two
98.278	4	0.00	Supply chain	integration of the services/products	three
96.556	4	0.00	Supply chain	planning integration and technology	four
120.944	4	0.00	Supply chain	Comparison integration	five
81.5	4	0.00	Supply chain	Communicational integration	six

Table 11. Results of chi-two test (Source: Survey Results)

In the next section, was examined the relation between the independent variables of study with supply chain of Mapna Boiler Company by using of Pearson test. Also, in this test, direct relation of all variables with supply chain was proof and accepted in the level of 0.05 alphas.

Communicational integration	Comparison integration	planning integration	integration of the supplier	Internal integration	Customer integration	Correlation coefficient
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		and technolog y	services/product s			
0.796	0.848	0.864	0.645	0.726	0.835	Supply chain
0.00	0.00	0.00	0.00	0.00	0.00	Sig. (2-taild)

Table 12. Pearson's test results (Source: Survey Results)

variables	Customer integration	planning integration and technology	Comparison integration	Communicational integration	Internal integration	integration of the supplier services/products
Customer integration	1	3.07	1.23	0.47	1.30	2.13
planning integration and technology		1	1.46	1.45	2.22	1.88
Comparison integration			1	1.13	1.18	1.29
Communicational integration				1	2.35	0.88
Internal integration					1	0.71
integration of the supplier services/products						1

3. Using analytical hierarchy process (Hierarchical Analysis Process)

3.1 Rating variables

In this stage by using AHP to ranking the variables and explain them. Thus, we design a questionnaire of priorities and the importance of binary variable according to the following table; we asked managers and experts ideas of MapnaBoiler Company. Table13. Matrix of comparisons of binary variables (Source: Survey Results) After collecting the ideas by means of Expert Choicesoftware, weight of variables is calculated as follows:

Comparative weight	variables
0.230	Customer integration
0.191	planning integration and technology
0.150	Comparison integration
0.200	Communicational integration
0.103	Internal integration
0.126	integration of the supplier services/products

As you can be seen in the table, the customer integration factor with the weight of 0.230 Maximum rated and internal integration factors with the weight of 0.103 is allocated the lowest rated. So the customer integration variable is in the first step, the variable of communication integration is in the second, the planning and technology integration variable is in third step, comparison integration variable is ranked in the fourth step, supplier integration services / materials variable are ranked fifth and internal integration variable is in the sixth. In addition, the inconsistency rate is 0.08, which is acceptable.

Figure 3, the output of the software. (Source: Survey Results)

Priorities with respect to:
Goal: Ranking of Capabilities and Competencies in Supply Chain



4. Discussion and conclusions

in the previous parts of this research, with general review of literature and background of similar researches and also with analyzing the opinion poll forms, binary questionnaires and interview with experts, the variables of problem (issue) are obtained. Then, the variables and data of issue are analyzed by using the correlation statistical methods and eventually, designed capabilities and competencies about the supply chain in MapnaBoiler Company are categorized with AHP (analytical hierarchy process) and expert choice software.

4.1. Conclusions

The assumptions (hypotheses) of this research were examined, in the previous sections, by using of the Student t-test, chi-two and correlation test. Performed statistical tests are shown that each six assumptions of this study have been confirmed and therefore we can conclude that the variables of customer integration, internal integration, and integration of the supplier of the services / products, planning integration and technology, comparison integration, communication integration are known as an effective capabilities and competencies on the supply chain.

correlation	-testt	Comparative weight	Effective capabilities and competencies on the supply chain	step
0.835	3.43	0.230	Customer integration	1
0.796	3.35	0.200	Communication integration	2
0.864	3.38	0.191	Planning integration and technology	3
0.848	3.38	0.150	Comparison integration	4
0.645	2.99	0.126	Supplier of the services/products integration	5

0.726	3.34	0.103	Internal integration	6
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Table15. Test hypotheses of the research. (Source: Survey Results)

As you can be seen in the table, the customer integration in the supply chain has the most paramount importance, and the internal integration in the supply chain of Mapna Boiler Company has the last degree of importance among the variables.

4.2.Suggestions

4.2.1.Research-based recommendations

- In this part, we are recommending some suggestions in a relation with each of examination which Mapna Boiler company can be affected by using of these suggestions towards being more effectiveness.

4.2.1.1. Suggestions related to the first research hypothesis (customer integration and supply chain)

- Company is tried to design and improve special programs for the customers and save the relationships with them and try for their success, because success of customer eventually, is affected on Mapna Boiler Company and also improve the customers' commitment.

- Company in order to ensure compliance with customer reviews, to be held scheduled meetings with clients to understand their needs changes and should be consistent with them.

- The company shows more flexibility in the field of unexpected operating conditions in the industry.

4.2.1.2 Suggestions related to the second research hypothesis (internal integration and supply chain)

- The company collects operations of the organization as writing documents to be more manageable and effective and finally analyze them.

- Company identifies the politics and affecting procedures on the supply chain and tries to keep them.

- Company plans in the field of maintenance of physical assets to facilitate and procurement the administration set of supply chain.

4.2.1.3. Suggestions related to the third research hypothesis (Supplier of Services / materials Integration and supply chain)

- Company set some meetings in the field of its own strategic programs with suppliers and customers and pays attention to their opinions in the company's programs.
- Company supplies the hierarchical structure of suppliers and coordinates with the internal structure of company.

4. 2.1.4. Suggestions related to the fourth research hypotheses (planning integration and technology and supply chain)

- Company in order to reduce the company's purchasing and ordering in supply chain, draw up plans and instructions.
- Company has exchange of information with its supply chain partners timely and useful.

4.2.1.5. Suggestion related to the fifth research hypotheses (comparison integration and supply chain)

- Company adjustments (self-regulates) financial indicators in the field of measurement performances of supply chain with partners.
- Company regulates overall indicators in the field of supply chain performance of itself and as a self-formulated assesses them.

4.2.1.6. Suggestions related to the sixth research hypotheses (communication integration and supply chain)

- Company identifies the responsibility of individuals in the supply chain and determines their role in the effectiveness and success of supply chain.
- Company tries to exchange technical and operational information with the supply chain partners.
- Company regulates a framework for equitable division of gratuities and fines in supply chain with the partners and considers them as a part of company.

In general summary and with pay attention to the results of research, suggestions of researcher for improving performance of supply chain are as follows:

- Research in Financial investments joint with the goals of strengthening of the company's suppliers.
- Develop a common vision according to shared responsibilities between the company and suppliers.

- Programming for development the capability measure and supplier evaluation performance.

4.2.2. Suggestions for future researches

Based on the findings and results of this study, suggestions for future research are as following:

- Evaluation frameworks and background of sharing knowledge between supply chain members
- Provide a methodology to improve the competencies and capabilities of the supply chain
- Examining the challenges and barriers that are impeding the development of capabilities and competencies of the supply chain.

